

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED)	
GAS ADJUSTMENT FILING OF)	
WESTERN LEWIS-RECTORVILLE)	CASE NO. 9642-T
WATER AND GAS DISTRICT)	

O R D E R

On February 4, 1987, the Commission issued its Order in Case No. 9642 approving certain adjustments in rates and providing under certain conditions for the further adjustment of such rates when the wholesale cost of gas is increased or decreased or a refund is received.

On July 12, 1989, Western Lewis-Rectorville Water and Gas District ("Western Lewis") notified the Commission that its wholesale cost of gas would be decreased by its supplier, Columbia Gas Transmission Corporation ("Transmission"), effective May 1, 1989, and submitted with its notice certain information in compliance with its purchased gas adjustment ("PGA") clause on file with this Commission.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission is of the opinion and finds that:

(1) Western Lewis's notice of July 12, 1989 set out certain revisions in rates which Western Lewis proposed to place into effect, said rates being designed to pass on a wholesale decrease in price from its supplier in the amount of \$418 or 0.71 cents per Mcf.

(2) Transmission applied with the Federal Energy Regulatory Commission for a decrease with an effective date of May 1, 1989.

(3) Western Lewis should file with this Commission the amount of overcollections received between May 1, 1989 and the date the reduced rates are implemented, along with a refund plan.

(4) Western Lewis's adjustments in rates under the purchased gas adjustment provisions approved by the Commission in its Order in Case No. 9642 dated February 4, 1987 are fair, just, and reasonable and in the public interest and should be effective with gas supplied on and after May 1, 1989.

IT IS THEREFORE ORDERED that:

(1) The rates in the Appendix to this Order, attached hereto and incorporated herein, are fair, just, and reasonable and are approved effective with gas supplied on and after May 1, 1989.

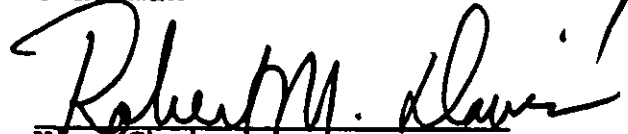
(2) Within 30 days of the date of this Order, Western Lewis shall file with this Commission its revised tariffs setting out the rates authorized herein.

(3) Within 20 days of the date of this Order, Western Lewis shall file the amount of any overcollections related to this rate reduction, along with a refund plan.

Done at Frankfort, Kentucky, this 1st day of August, 1989.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE COMMISSION IN CASE NO. 9642-T DATED 8/01/89

The following rates are prescribed for the customers served by Western Lewis-Rectorville Water and Gas District (Gas Division). All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Surcharge:

(1) Customer Charge	\$1.00 Per Month
(2) Usage Charge	\$.59 Per Mcf

Rates: Monthly

First	1,000 cu. ft. or less	\$6.65 (Minimum Bill)
Next	4,000 cu. ft. per 1,000 cu. ft.	4.5363
Next	5,000 cu. ft. per 1,000 cu. ft.	4.4863
Over	10,000 cu. ft. per 1,000 cu. ft.	4.3863

The base rate for the future application of the purchased gas adjustment clause of Western Lewis-Rectorville Water and Gas District (Gas Division) shall be:

	<u>Demand</u>	<u>Commodity</u>
Columbia Gas Transmission Corporation	-	\$3.3179 per Dth